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When calling relative to this matter, refer to file No. 1375.

Honorable James H. Welsh Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, Louisiana 70804-9275

RE: Hosston Zone, Reservoir A

Cotton Valley Formation, Reservoir A Lower Cotton Valley Zone, Reservoir A Elm Grove Field

Bossier Parish, Louisiana

APPLICATION FOR PUBLIC HEARING

Dear Sir:

KCS Resources, Inc. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the Hosston Zone, Reservoir A, the Cotton Valley Formation, Reservoir A, and the Lower Cotton Valley Zone, Reservoir A, in the Elm Grove Field, Bossier Parish, Louisiana:

- 1. To authorize KCS Resources, Inc. to drill, complete and utilize an additional alternate unit well on HOSS RA SU45, CVRA SU45 and LCV RA SUAA at the exceptional location in the Southwest Quarter of Section 30-T16N-R11W, Bossier Parish, Louisiana, shown on the attached plat, which well will be in lieu of the location 330' FSL and 330' FWL of Section 30, which was approved by Office of Conservation Order Nos. 361-A-403, 361-B-423 & 361-E-280;
- 2. To authorize KCS Resources, Inc. to drill, complete and utilize five additional alternate unit wells on HOSS RA SU45, CV RA SU45, and LCV RA SUAA at the locations in Section 30-T16N-R11W, Bossier Parish, Louisiana, shown on the attached plat, three of which locations are exceptional;
- 3. To authorize KCS Resources, Inc. to drill, complete and utilize two additional alternate units well on HOSS RA SU46, CV RA SU46, and LCV RA SUBB at the exceptional locations in Section 29-T16N-R11W, Bossier Parish, Louisiana, shown on the attached plat;
- 4. To authorize the unit allowable for these Hosston Zone, Reservoir A, Cotton Valley Formation, Reservoir A, and Lower Cotton Valley Zone, Reservoir A, units to be recovered from the any of the wells located on the units, at the discretion of the operator; and

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5. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The Hosston Zone, Reservoir A, in the Elm Grove Field, Caddo, Bossier, Webster and Bienville Parishes, Louisiana, was defined in Office of Conservation Order No. 361-A-1, effective October 1, 1972, and was further defined in subsequent orders of the Orders of the 361-A Series of Orders.

The Cotton Valley Formation, Reservoir A, in the Elm Grove Field, Caddo, Bossier, Webster and Bienville Parishes, Louisiana, was defined in Office of Conservation Order No. 361-B, effective October 1, 1973, and was further defined in subsequent Orders of the 361-B Series of Orders.

The Lower Cotton Valley Zone, Reservoir A, in the Elm Grove Field, Caddo, Bossier, Webster and Bienville Parishes, Louisiana, was fully defined in Office of Conservation Order No. 361-E, effective on and after July 16, 1996.

The subject matter of this application does not require the issuance of a Pre-Application Notice.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Ron Tuminello, 416 Travis Street, Suite 804, Shreveport, Louisiana 71101, at telephone number (318) 425-4789.

The attached list includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search and a copy of this application, with plats attached, is being sent to each such party. Pursuant to Office of Conservation regulations, such list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. Also enclosed are the application fees.

Yours very truly,

COOK, YANCEY, KING & GALLOWAY

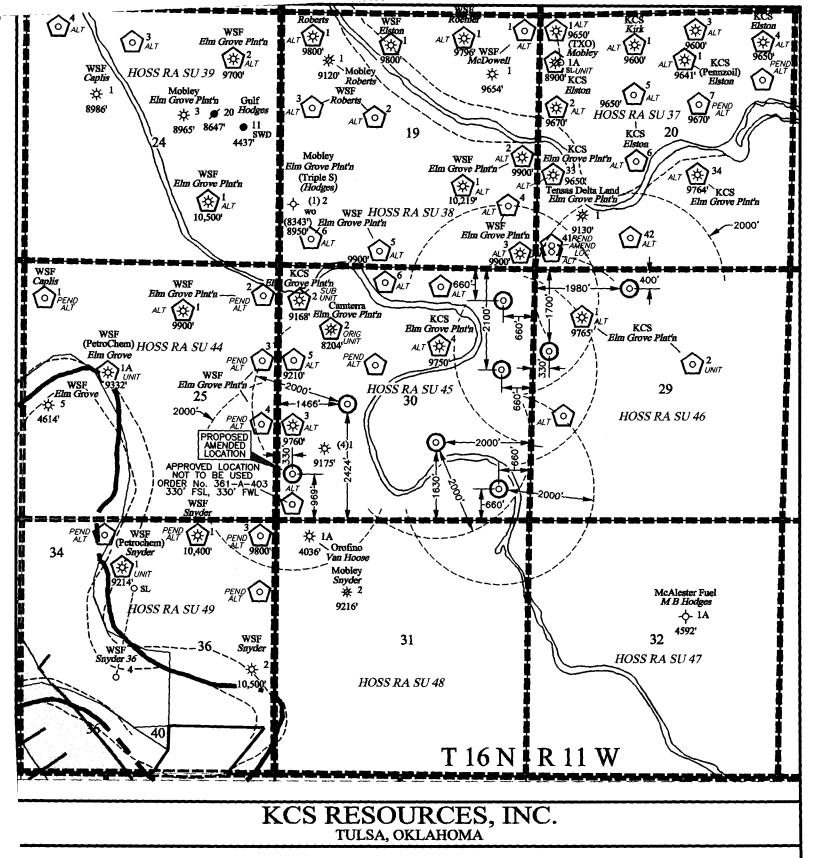
J William Fleming

jwf:s Enclosures

cc: James C. Broussard, District Manager

Interested Owners, Represented Parties and Interested Parties

Mr. Ron Tuminello Mr. Craig Barclay



ELM GROVE FIELD

BOSSIER PARISH, LOUISIANA

PROPOSED ALTERNATE UNIT WELLS HOSS RA SU 45 & HOSS RA SU 46

: EXISTING HOSS RES A
UNIT AND ALT UNIT WELLS
: APPROVED HOSS RES A
UNIT AND ALT UNIT WELL LOCS

O' 1000' 2000' 3000' 4000' 5000' 6000'

GRAPHIC SCALE

